

**ND TEACHERS FUND FOR RETIREMENT
INVESTMENT PERFORMANCE REPORT AS OF OCTOBER 31, 2005**

	October-05				September-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Quarter	Net ROR	Fiscal YTD	FY05	Ended	Ended
				Net ROR			Net ROR				6/30/2005	6/30/2005
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
LA Capital	64,171,023	4.1%	4.2%	-1.82%	67,862,477	4.3%	4.2%	5.64%	3.71%	8.17%	N/A	N/A
Total Structured Growth	64,171,023	4.1%	4.2%	-1.82%	67,862,477	4.3%	4.2%	5.64%	3.71%	8.17%	10.17%	-9.06%
Russell 1000 Growth				-0.97%				4.01%	3.00%	1.67%	7.72%	-10.13%
<i>Structured Value</i>												
LSV	65,950,858	4.2%	4.2%	-2.36%	67,425,742	4.2%	4.2%	4.82%	2.35%	18.24%	9.07%	11.44%
Russell 1000 Value				-2.54%				3.88%	1.25%	14.06%	6.67%	2.79%
<i>Enhanced Russell 1000 Index</i>												
LA Capital	87,892,077	5.6%	5.6%	-2.07%	91,092,260	5.7%	5.6%	6.85%	4.64%	7.39%	7.84%	N/A
Russell 1000				-1.75%				3.95%	2.12%	7.92%	7.20%	N/A
<i>Enhanced S&P 500 Index</i>												
Northern Trust	87,539,674	5.6%	5.6%	-1.59%	88,811,633	5.6%	5.6%	3.81%	2.16%	6.02%	6.83%	N/A
Westridge	87,267,365	5.6%	5.6%	-1.68%	88,609,621	5.6%	5.6%	3.65%	1.91%	6.66%	6.93%	N/A
Total Enhanced S&P 500 Index	174,807,038	11.2%	11.2%	-1.64%	177,421,254	11.2%	11.2%	3.73%	2.03%	6.26%	7.40%	N/A
S&P 500				-1.67%				3.60%	1.88%	6.32%	6.75%	N/A
<i>S&P 500 Index</i>												
State Street	43,775,668	2.8%	2.8%	-1.67%	44,455,053	2.8%	2.8%	3.61%	1.88%	6.34%	6.76%	-3.17%
S&P 500				-1.67%				3.60%	1.88%	6.32%	6.75%	-3.20%
TOTAL LARGE CAP DOMESTIC EQUITY	436,596,665	28.0%	28.0%	-1.87%	448,256,787	28.2%	28.0%	4.78%	2.83%	8.65%	7.55%	-1.82%
S&P 500				-1.67%				3.60%	1.88%	6.32%	6.75%	-3.20%
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	154,778,639	9.9%	10.0%	-3.73%	160,738,542	10.1%	10.0%	5.48%	1.54%	9.36%	10.87%	N/A
Russell 2000 + 200bp				-2.94%				5.21%	2.12%	11.64%	11.70%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	154,778,639	9.9%	10.0%	-3.73%	160,738,542	10.1%	10.0%	5.48%	1.54%	9.36%	10.87%	4.08%
Russell 2000				-3.11%				4.69%	1.44%	9.45%	9.99%	4.11%
INTERNATIONAL EQUITY												
<i>Large Cap - Core</i>												
State Street	30,105,673	1.9%	1.8%	-2.98%	31,022,932	2.0%	1.8%	10.65%	7.36%	7.68%	7.20%	-2.25%
MSCI EAFE (1)				-2.92%				10.38%	7.15%	9.59%	6.49%	-3.29%
<i>Large Cap - Active</i>												
Capital Guardian	91,859,556	5.9%	5.4%	-1.30%	92,848,967	5.8%	5.4%	11.82%	10.37%	11.23%	7.08%	-3.17%
LSV	89,715,005	5.8%	5.4%	-2.87%	92,394,479	5.8%	5.4%	11.55%	8.34%	N/A	N/A	N/A
Bank of Ireland	29,209,473	1.9%	1.8%	-2.30%	29,873,730	1.9%	1.8%	6.99%	4.53%	12.20%	N/A	N/A
Total Large Cap - Active	210,784,034	13.5%	12.6%	-2.11%	215,117,176	13.5%	12.6%	11.02%	8.67%	13.74%	6.51%	-3.26%
MSCI EAFE - 50% Hedged				-2.34%				11.07%	8.47%	14.41%	6.93%	-3.05%
<i>Small Cap - Active</i>												
Lazard	29,333,883	1.9%	1.8%	-4.16%	30,579,069	1.9%	1.8%	9.65%	5.08%	19.82%	N/A	N/A
Wellington	29,324,282	1.9%	1.8%	-2.37%	30,026,839	1.9%	1.8%	8.08%	5.52%	12.00%	N/A	N/A
Total Small Cap - Active	58,658,165	3.8%	3.6%	-3.28%	60,605,908	3.8%	3.6%	8.88%	5.31%	15.90%	N/A	N/A
Citigroup Broad Market Index < \$2BN				-2.00%				12.05%	9.81%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	299,547,872	19.2%	18.0%	-2.42%	306,746,016	19.3%	18.0%	10.56%	7.88%	13.12%	8.55%	-1.45%
MSCI EAFE - 50% Hedged				-2.34%				11.07%	8.47%	14.41%	6.93%	-3.05%
EMERGING MARKETS EQUITY												
<i>Core</i>												
Capital Guardian	46,767,358	3.0%	2.6%	-4.81%	67,304,784	4.2%	3.6%	16.25%	10.66%	33.94%	14.89%	0.22%
UBS	22,037,814	1.4%	1.5%	-5.98%	23,426,635	1.5%	1.4%	N/A	N/A	N/A	N/A	N/A
Total Core	68,805,171	4.4%	4.1%	-5.11%	90,731,419	5.7%	5.0%	17.05%	11.07%	33.94%	14.89%	0.22%
MSCI Emerging Markets Free												
<i>Small Cap</i>												
DFA	14,493,938	0.9%	1.0%	-2.21%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
MSCI Emerging Markets Free												
TOTAL EMERGING MARKETS EQUITY	83,299,110	5.3%	5.0%	-4.92%	90,731,419	5.7%	5.0%	17.05%	11.29%	33.94%	14.89%	0.22%
MSCI Emerging Markets Free				-6.53%				18.11%	10.40%	34.89%	16.38%	3.41%
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	17,774,056	1.1%	1.2%	-1.11%	17,424,367	1.1%	1.3%	-0.48%	-1.59%	7.25%	4.43%	7.05%
Lehman Aggregate				-0.79%				-0.67%	-1.46%	6.80%	2.95%	5.68%
<i>Index</i>												
Bank of ND	39,965,292	2.6%	3.0%	-0.74%	35,825,304	2.3%	2.4%	-0.93%	-1.67%	7.23%	3.09%	5.92%
Bank of ND Match Loan CD Program	-	0.0%	0.0%	0.14%	9,466,484	0.6%	0.6%	1.28%	1.42%	5.08%	4.09%	4.79%
Total Index	39,965,292	2.6%	3.0%	-0.56%	45,291,788	2.9%	3.0%	-0.43%	-0.99%	6.91%	3.21%	5.77%
Lehman Gov/Credit				-0.86%				-0.96%	-1.81%	7.26%	3.32%	5.82%
<i>Convertibles</i>												
TCW	18,050,466	1.2%	1.2%	-0.97%	17,634,678	1.1%	1.2%	2.95%	1.95%	-0.23%	9.52%	-2.20%
Merrill Lynch All Convertibles				-2.12%				4.15%	1.94%	0.66%	10.40%	0.76%

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	Allocation		Month		Allocation		Quarter		Fiscal YTD	FY05	Ended	Ended
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	6/30/2005	6/30/2005
BBB Average Quality												
Wells Capital	17,541,073	1.1%	1.2%	-1.11%	17,187,985	1.1%	1.3%	-0.82%	-1.92%	12.04%	4.49%	5.95%
Lehman BBB				-1.29%				-0.97%	-2.24%	8.60%	5.40%	5.61%
Private Debt												
Prudential	19,785,949	1.3%	1.3%	-0.74%	17,068,877	1.1%	1.1%	-0.27%	-1.01%	N/A	N/A	N/A
Lehman Aggregate				-0.79%					-1.46%	N/A	N/A	N/A
Timberland												
RMK	17,288,702	1.1%	1.1%	-6.10%	18,654,838	1.2%	1.2%	-0.24%	-6.33%	14.50%	5.19%	N/A
TIR	47,763,946	3.1%	3.1%	3.25%	46,894,851	3.0%	3.0%	-0.09%	3.15%	N/A	N/A	N/A
Total Timberland	65,052,649	4.2%	4.2%	0.59%	65,549,689	4.1%	4.1%	-0.13%	0.45%	44.29%	7.67%	N/A
NCREIF Timberland Index				0.32%					1.27%	14.07%	3.13%	N/A
TOTAL DOMESTIC FIXED INCOME	178,169,485	11.4%	12.0%	-0.32%	180,157,384	11.3%	12.0%	-0.09%	-0.40%	19.23%	5.32%	5.07%
Lehman Aggregate				-0.79%				-0.67%	-1.46%	6.80%	2.95%	5.68%
HIGH YIELD BONDS												
Loomis Sayles	53,358,375	3.4%	3.5%	-1.21%	53,960,876	3.4%	3.5%	1.24%	0.01%	15.96%	N/A	N/A
Lehman High Yield Cash Pay Index				-0.89%				0.99%	0.09%	10.83%	N/A	N/A
Sutter/Wells Capital	52,962,184	3.4%	3.5%	-0.30%	53,167,967	3.3%	3.5%	0.31%	0.01%	9.62%	N/A	N/A
Merrill Lynch High Yield Master II Index				-0.89%				0.99%	0.09%	10.63%	N/A	N/A
TOTAL HIGH YIELD BONDS	106,320,559	6.8%	7.0%	-0.76%	107,128,843	6.7%	7.0%	0.77%	0.00%	12.76%	8.94%	3.01%
Lehman High Yield Bond Index				-0.89%				0.99%	0.09%	10.86%	10.67%	5.29%
INTERNATIONAL FIXED INCOME												
International Sovereign												
UBS Global (Brinson)	36,852,410	2.4%	2.5%	-2.12%	37,619,820	2.4%	2.5%	-1.08%	-3.18%	7.92%	7.27%	5.91%
Citigroup Non-US Gov't Bond Index (2)				-2.09%				-1.24%	-3.30%	7.75%	7.05%	5.61%
International Core												
Brandywine	38,350,820	2.5%	2.5%	-1.49%	38,230,563	2.4%	2.5%	0.80%	-0.70%	11.78%	N/A	N/A
Lehman Global Aggregate (ex-US)				-1.93%				-0.86%	-2.77%	8.10%	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	75,203,230	4.8%	5.0%	-1.80%	75,850,384	4.8%	5.0%	-0.15%	-1.95%	9.84%	7.92%	6.30%
Citigroup Non-US Gov't Bond Index (2)				-2.09%				-1.24%	-3.30%	7.75%	7.05%	5.61%
REAL ESTATE												
INVESCO	75,429,419			0.00%	75,429,387			7.19%	7.19%	22.20%	7.35%	7.58%
J.P. Morgan	75,618,123			1.17%	74,740,673			6.33%	7.58%	19.52%	8.82%	8.14%
TOTAL REAL ESTATE	151,047,543	9.7%	9.0%	0.58%	150,170,060	9.5%	9.0%	6.76%	7.38%	20.77%	8.07%	7.86%
NCREIF TOTAL INDEX				1.46%				4.44%	5.96%	18.02%	8.12%	8.45%
ALTERNATIVE INVESTMENTS												
Brinson IVCF III	605,117			0.00%	605,117			-4.74%	-4.74%	15.66%	-2.57%	4.14%
Coral Partners V	4,596,026			0.00%	4,531,606			0.01%	0.01%	-18.97%	-18.86%	-19.31%
Coral Partners V - Supplemental	547,942			0.00%	553,759			-7.36%	-7.36%	-6.85%	-4.69%	N/A
Coral Partners VI	5,381,390			0.00%	4,441,159			-1.55%	-1.55%	-1.17%	N/A	N/A
Brinson 1998 Partnership Fund	1,375,755			0.00%	1,375,868			3.17%	3.17%	19.64%	-1.27%	-4.69%
Brinson 1999 Partnership Fund	2,684,216			0.00%	2,684,436			2.44%	2.44%	9.31%	-0.57%	-5.94%
Brinson 2000 Partnership Fund	5,476,707			0.00%	5,477,157			6.45%	6.45%	14.97%	0.60%	-2.31%
Brinson 2001 Partnership Fund	3,237,431			0.00%	3,237,697			3.91%	3.91%	4.00%	1.38%	N/A
Brinson 2002 Partnership Fund	2,023,372			0.00%	2,023,538			3.47%	3.47%	-4.22%	8.90%	N/A
Brinson 2003 Partnership Fund	489,415			0.00%	402,612			7.59%	7.59%	1.71%	N/A	N/A
Total Brinson Partnership Funds	15,286,896			0.00%	15,201,308			4.56%	4.56%	9.80%	N/A	N/A
Brinson 1999 Non-US Partnership Fund	1,218,489			0.00%	1,218,589			-5.55%	-5.55%	32.09%	8.96%	4.08%
Brinson 2000 Non-US Partnership Fund	1,682,647			0.00%	1,682,785			-0.69%	-0.69%	15.57%	7.86%	1.75%
Brinson 2001 Non-US Partnership Fund	1,845,107			0.00%	1,845,259			9.11%	9.11%	9.19%	8.22%	N/A
Brinson 2002 Non-US Partnership Fund	2,187,551			0.00%	2,187,730			-0.04%	-0.04%	12.60%	7.71%	N/A
Brinson 2003 Non-US Partnership Fund	1,213,856			0.00%	1,213,956			0.61%	0.61%	2.52%	N/A	N/A
Brinson 2004 Non-US Partnership Fund	317,294			0.00%	317,320			4.09%	4.09%	0.42%	N/A	N/A
Total Brinson Non-US Partnership Fund	8,464,943			0.00%	8,465,638			0.99%	0.99%	15.11%	N/A	N/A
Brinson BVCF IV	7,993,498			0.00%	7,349,685			10.29%	10.29%	6.06%	4.49%	-6.48%
Matlin Patterson Global Opportunities	7,765,716			0.00%	7,766,353			-8.79%	-8.79%	102.75%	N/A	N/A
Matlin Patterson Global Opportunities II	6,640,542			0.00%	6,641,087			0.00%	0.00%	N/A	N/A	N/A
InvestAmerica	2,110,291			0.00%	2,110,465			0.00%	0.00%	-18.88%	-6.88%	N/A
Hearthstone MSII	1			0.00%	333,439			0.00%	0.00%	1214.92%	18.39%	13.51%
Hearthstone MSIII	7,087,481			0.00%	6,068,486			4.53%	4.53%	16.51%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (3)	66,479,843	4.3%	5.0%	0.00%	64,068,103	4.0%	5.0%	1.57%	1.57%	17.30%	3.06%	-3.04%
CASH EQUIVALENTS												
Northern Trust STIF/STEP	6,688,869	0.4%	1.0%	0.31%	3,993,964	0.3%	1.0%	0.89%	1.20%	2.19%	1.49%	2.52%
90 Day T-Bill				0.26%				0.83%	1.09%	2.15%	1.20%	2.41%
TOTAL FUND	1,558,131,814	100.0%	100.0%	-1.77%	1,587,841,502	100.0%	100.0%	5.70%	3.82%	13.36%	11.42%	3.23%
POLICY TARGET BENCHMARK				-1.65%				4.95%	3.21%	11.68%	10.29%	2.47%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(3) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.